COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC

SERVICE COMMISSION OF THE

APPLICATION OF THE FUEL ADJUST
MENT CLAUSE OF BLUE GRASS RURAL

ELECTRIC COOPERATIVE

CORPORATION FROM NOVEMBER 1, 1985,

TO APRIL 30, 1986

ORDER

Pursuant to 807 KAR 5:056, Section 1(11), the Public Service Commission ("Commission") issued an Order on June 3, 1986, requiring Blue Grass Rural Electric Cooperative Corporation ("Blue Grass") to notify its customers of a hearing to be held on July 22, 1986. Blue Grass was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Division of Consumer Protection or other interested parties, or by the Commission on its own motion. Furthermore, Blue Grass filed an affidavit stating its compliance with the provisions of the Fuel Adjustment Clause as prescribed in 807 KAR 5:056. Blue Grass also filed its monthly fuel charges for the 6-month period under review.

Following proper notice, no party of record requested Blue Grass to appear at the hearing scheduled for July 22, 1986. After reviewing Blue Grass's monthly fuel clause filings for the 6-month period under review, the Commission is of the opinion that Blue Grass has complied with the provisions of 807 KAR 5:056.

IT IS THEREFORE ORDERED that the charges and credits billed by Blue Grass through the fuel adjustment clause for the period November 1, 1985, through April 30, 1986, be and they hereby are approved.

Done at Frankfort, Kentucky, this 11th day of September, 1986.

PUBLIC SERVICE COMMISSION

Chairman

Mice Chairman

Commissioner

ATTEST:

Executive Director